



General Assembly

February Session, 2012

Raised Bill No. 35

LCO No. 531

00531_____GAE

Referred to Committee on Government Administration and Elections

Introduced by:
(GAE)

AN ACT CONCERNING THE OFFICE OF STATE ETHICS AND REVISIONS TO THE STATE CODES OF ETHICS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 1-79 of the 2012 supplement to the general statutes
2 is repealed and the following is substituted in lieu thereof (*Effective*
3 *October 1, 2012*):

4 The following terms, when used in this part, [shall] have the
5 following meanings unless the context otherwise requires:

6 [(a)] (1) "Blind trust" means a trust established by a public official or
7 state employee or member of his immediate family for the purpose of
8 divestiture of all control and knowledge of assets.

9 [(b)] (2) "Business with which he is associated" means any sole
10 proprietorship, partnership, firm, corporation, trust or other entity
11 through which business for profit or not for profit is conducted in
12 which the public official or state employee or member of his
13 immediate family is a director, officer, owner, limited or general
14 partner, beneficiary of a trust or holder of stock constituting five per

15 cent or more of the total outstanding stock of any class, provided, a
16 public official or state employee, or member of his immediate family,
17 shall not be deemed to be associated with a not for profit entity solely
18 by virtue of the fact that the public official or state employee or
19 member of his immediate family is an unpaid director or officer of the
20 not for profit entity. "Officer" refers only to the president, executive or
21 senior vice president or treasurer of such business.

22 [(c)] (3) "Candidate for public office" means any individual who has
23 filed a declaration of candidacy or a petition to appear on the ballot for
24 election as a public official, or who has raised or expended money in
25 furtherance of such candidacy, or who has been nominated for
26 appointment to serve as a public official, but [shall] does not include a
27 candidate for the office of senator or representative in Congress.

28 [(d)] (4) "Board" means the Citizen's Ethics Advisory Board
29 established in section 1-80, as amended by this act.

30 [(e)] (5) "Gift" means anything of value, which is directly and
31 personally received, unless consideration of equal or greater value is
32 given in return. "Gift" [shall] does not include:

33 [(1)] (A) A political contribution otherwise reported as required by
34 law or a donation or payment as described in subdivision (9) or (10) of
35 subsection (b) of section 9-601a;

36 [(2)] (B) Services provided by persons volunteering their time, if
37 provided to aid or promote the success or defeat of any political party,
38 any candidate or candidates for public office or the position of
39 convention delegate or town committee member or any referendum
40 question;

41 [(3)] (C) A commercially reasonable loan made on terms not more
42 favorable than loans made in the ordinary course of business;

43 [(4)] (D) A gift received from [(A)] (i) an individual's spouse, fiance
44 or fiancée, [(B)] (ii) the parent, brother or sister of such spouse or such

45 individual, or [(C)] (iii) the child of such individual or the spouse of
46 such child;

47 [(5)] (E) Goods or services [(A) which] (i) that are provided to a state
48 agency or quasi-public agency [(i)] (I) for use on state or quasi-public
49 agency property, or [(ii)] (II) that support an event, and [(B) which] (ii)
50 that facilitate state or quasi-public agency action or functions. As used
51 in this [subdivision] subparagraph, "state property" means [(i)]
52 property owned by the state or a quasi-public agency, or [(ii)] property
53 leased to a state agency or quasi-public agency;

54 [(6)] (F) A certificate, plaque or other ceremonial award costing less
55 than one hundred dollars;

56 [(7)] (G) A rebate, discount or promotional item available to the
57 general public;

58 [(8)] (H) Printed or recorded informational material germane to
59 state action or functions;

60 [(9)] (I) Food or beverage or both, costing less than fifty dollars in
61 the aggregate per recipient in a calendar year, and consumed on an
62 occasion or occasions at which the person paying, directly or
63 indirectly, for the food or beverage, or his representative, is in
64 attendance;

65 [(10)] (J) Food or beverage or both, costing less than fifty dollars per
66 person and consumed at a publicly noticed legislative reception to
67 which all members of the General Assembly are invited and which is
68 hosted not more than once in any calendar year by a lobbyist or
69 business organization. For the purposes of such limit, [(A)] (i) a
70 reception hosted by a lobbyist who is an individual shall be deemed to
71 have also been hosted by the business organization which he owns or
72 is employed by, and [(B)] (ii) a reception hosted by a business
73 organization shall be deemed to have also been hosted by all owners
74 and employees of the business organization who are lobbyists. In

75 making the calculation for the purposes of such fifty-dollar limit, the
76 donor shall divide the amount spent on food and beverage by the
77 number of persons whom the donor reasonably expects to attend the
78 reception;

79 [(11)] (K) Food or beverage or both, costing less than fifty dollars per
80 person and consumed at a publicly noticed reception to which all
81 members of the General Assembly from a region of the state are
82 invited and which is hosted not more than once in any calendar year
83 by a lobbyist or business organization. For the purposes of such limit,
84 [(A)] (i) a reception hosted by a lobbyist who is an individual shall be
85 deemed to have also been hosted by the business organization which
86 he owns or is employed by, and [(B)] (ii) a reception hosted by a
87 business organization shall be deemed to have also been hosted by all
88 owners and employees of the business organization who are lobbyists.
89 In making the calculation for the purposes of such fifty-dollar limit, the
90 donor shall divide the amount spent on food and beverage by the
91 number of persons whom the donor reasonably expects to attend the
92 reception. As used in this subdivision, "region of the state" means the
93 established geographic service area of the organization hosting the
94 reception;

95 [(12)] (L) A gift, including, but not limited to, food or beverage or
96 both, provided by an individual for the celebration of a major life
97 event, provided any such gift provided by an individual who is not a
98 member of the family of the recipient shall not exceed one thousand
99 dollars in value;

100 [(13)] (M) Gifts costing less than one hundred dollars in the
101 aggregate or food or beverage provided at a hospitality suite at a
102 meeting or conference of an interstate legislative association, by a
103 person who is not a registrant or is not doing business with the state of
104 Connecticut;

105 [(14)] (N) Admission to a charitable or civic event, including food
106 and beverage provided at such event, but excluding lodging or travel

107 expenses, at which a public official or state employee participates in
108 his or her official capacity, or at which a candidate for public office
109 participates in his or her capacity as a candidate, provided such
110 admission is provided by the primary sponsoring entity;

111 [(15)] (O) Anything of value provided by an employer of [(A)] (i) a
112 public official, [(B)] (ii) a state employee, [or (C)] (iii) a candidate for
113 public office, or (iv) a spouse of a public official or state employee, to
114 such official, employee, candidate or spouse, provided such benefits
115 are customarily and ordinarily provided to others in similar
116 circumstances;

117 [(16)] (P) Anything having a value of not more than ten dollars,
118 provided the aggregate value of all things provided by a donor to a
119 recipient under this subdivision in any calendar year shall not exceed
120 fifty dollars;

121 [(17)] (Q) Training that is provided by a vendor for a product
122 purchased by a state or quasi-public agency which is offered to all
123 customers of such vendor; or

124 [(18)] (R) Travel expenses, lodging, food, beverage and other
125 benefits customarily provided by a prospective employer, when
126 provided to a student at a public institution of higher education whose
127 employment is derived from such student's status as a student at such
128 institution, in connection with bona fide employment discussions.

129 [(f)] (6) "Immediate family" means any spouse, children or
130 dependent relatives who reside in the individual's household.

131 [(g)] (7) "Individual" means a natural person.

132 [(h)] (8) "Member of an advisory board" means any individual [(1)]
133 (A) appointed by a public official as an advisor or consultant or
134 member of a committee, commission or council established to advise,
135 recommend or consult with a public official or branch of government
136 or committee thereof, [(2)] (B) who receives no public funds other than

137 per diem payments or reimbursement for his actual and necessary
138 expenses incurred in the performance of his official duties, and [(3)]
139 (C) who has no authority to expend any public funds or to exercise the
140 power of the state.

141 [(i)] (9) "Person" means an individual, sole proprietorship, trust,
142 corporation, limited liability company, union, association, firm,
143 partnership, committee, club or other organization or group of
144 persons.

145 [(j)] (10) "Political contribution" has the same meaning as in section
146 9-601a except that for purposes of this part, the provisions of
147 subsection (b) of [that] said section shall not apply.

148 [(k)] (11) "Public official" means any state-wide elected officer, any
149 member or member-elect of the General Assembly, any person
150 appointed to any office of the legislative, judicial or executive branch
151 of state government by the Governor or an appointee of the Governor,
152 with or without the advice and consent of the General Assembly, any
153 public member or representative of the teachers' unions or state
154 employees' unions appointed to the Investment Advisory Council
155 pursuant to subsection (a) of section 3-13b, any person appointed or
156 elected by the General Assembly or by any member of either house
157 thereof, any member or director of a quasi-public agency and the
158 spouse of the Governor, but shall not include a member of an advisory
159 board, a judge of any court either elected or appointed or a senator or
160 representative in Congress.

161 [(l)] (12) "Quasi-public agency" means the Connecticut Development
162 Authority, Connecticut Innovations, Incorporated, Connecticut Health
163 and Education Facilities Authority, Connecticut Higher Education
164 Supplemental Loan Authority, Connecticut Housing Finance
165 Authority, Connecticut Housing Authority, Connecticut Resources
166 Recovery Authority, Lower Fairfield County Convention Center
167 Authority, Capital City Economic Development Authority,
168 Connecticut Lottery Corporation, Connecticut Airport Authority,

169 Health Information Technology Exchange of Connecticut and
170 Connecticut Health Insurance Exchange.

171 [(m)] (13) "State employee" means any employee in the executive,
172 legislative or judicial branch of state government, whether in the
173 classified or unclassified service and whether full or part-time, and any
174 employee of a quasi-public agency, but shall not include a judge of any
175 court, either elected or appointed.

176 [(n)] (14) "Trust" means a trust in which any public official or state
177 employee or member of his immediate family has a present or future
178 interest which exceeds ten per cent of the value of the trust or exceeds
179 fifty thousand dollars, whichever is less, but shall not include blind
180 trusts.

181 [(o)] (15) "Business organization" means a sole proprietorship,
182 corporation, limited liability company, association, firm or partnership,
183 other than a client lobbyist, which is owned by, or employs, one or
184 more individual lobbyists.

185 [(p)] (16) "Client lobbyist" means a person on behalf of whom
186 lobbying takes place and who makes expenditures for lobbying and in
187 furtherance of lobbying.

188 [(q)] (17) "Necessary expenses" means a public official's or state
189 employee's expenses for an article, appearance or speech or for
190 participation at an event, in his official capacity, which shall be limited
191 to necessary travel expenses, lodging for the nights before, of and after
192 the appearance, speech or event, meals and any related conference or
193 seminar registration fees.

194 [(r)] (18) "Lobbyist" and "registrant" shall be construed as defined in
195 section 1-91, as amended by this act.

196 [(s)] (19) "Legal defense fund" means a fund established for the
197 payment of legal expenses of a public official or state employee
198 incurred as a result of defending himself or herself in an

199 administrative, civil, criminal or constitutional proceeding concerning
200 matters related to the official's or employee's service or employment
201 with the state or a quasi-public agency.

202 [(t)] (20) "State agency" means any office, department, board,
203 council, commission, institution, constituent unit of the state system of
204 higher education, vocational-technical school or other agency in the
205 executive, legislative or judicial branch of state government.

206 Sec. 2. Section 1-84c of the general statutes is repealed and the
207 following is substituted in lieu thereof (*Effective October 1, 2012*):

208 Nothing in this chapter shall prohibit the donation of goods or
209 services, as described in [subdivision (5) of subsection (e)]
210 subparagraph (E) of subdivision (5) of section 1-79, as amended by this
211 act, to a state agency or quasi-public agency, the donation of the use of
212 facilities to facilitate state agency or quasi-public agency action or
213 functions or the donation of real property to a state agency or quasi-
214 public agency. As used in this section, "state agency" and "quasi-public
215 agency" have the same meanings as provided in section 1-79, as
216 amended by this act.

217 Sec. 3. Subsection (b) of section 1-80 of the 2012 supplement to the
218 general statutes is repealed and the following is substituted in lieu
219 thereof (*Effective October 1, 2012*):

220 (b) All members shall be electors of the state. No member shall be a
221 state employee. No member or employee of such board shall (1) hold
222 or campaign for any public office; (2) have held public office or have
223 been a candidate for public office for a three-year period prior to
224 appointment; (3) hold office in any political party or political
225 committee or be a member of any organization or association
226 organized primarily for the purpose of influencing legislation or
227 decisions of public agencies; or (4) be an individual who is a registrant
228 as defined in [subsection (q)] subdivision (17) of section 1-91, as
229 amended by this act.

230 Sec. 4. Subsection (k) of section 1-80 of the 2012 supplement to the
231 general statutes is repealed and the following is substituted in lieu
232 thereof (*Effective October 1, 2012*):

233 (k) No former member of the board may represent any business or
234 person, other than himself or herself, before the board for a period of
235 one year following the end of such former member's service on the
236 board. No business or person that appears before the board shall
237 employ or otherwise engage the services of a former member of the
238 board for a period of one year following the end of such former
239 member's service on the board.

240 Sec. 5. Section 1-80 of the 2012 supplement to the general statutes is
241 amended by adding subsection (n) as follows (*Effective October 1, 2012*):

242 (NEW) (n) Each person appointed to the board shall sign a
243 certification indicating that such person is aware of the provisions
244 contained in subsections (b) and (h) to (l), inclusive, of this section.
245 Each such person shall file such certification with the Office of State
246 Ethics prior to taking the oath of office as member of the board.

247 Sec. 6. Subsection (j) of section 1-84 of the 2012 supplement to the
248 general statutes is repealed and the following is substituted in lieu
249 thereof (*Effective October 1, 2012*):

250 (j) No public official, state employee or candidate for public office,
251 or a member of any such person's staff or immediate family shall
252 knowingly accept any gift, as defined in [subsection (e) of] subdivision
253 (5) of section 1-79, as amended by this act, from a person known to be a
254 registrant or anyone known to be acting on behalf of a registrant.

255 Sec. 7. Subsection (m) of section 1-84 of the 2012 supplement to the
256 general statutes is repealed and the following is substituted in lieu
257 thereof (*Effective October 1, 2012*):

258 (m) No public official or state employee shall knowingly accept,
259 directly or indirectly, any gift, as defined in [subsection (e) of]

260 subdivision (5) of section 1-79, as amended by this act, from any
 261 person the public official or state employee knows or has reason to
 262 know: (1) Is doing business with or seeking to do business with the
 263 department or agency in which the public official or state employee is
 264 employed; (2) is engaged in activities which are directly regulated by
 265 such department or agency; or (3) is prequalified under section 4a-100.
 266 No person shall knowingly give, directly or indirectly, any gift or gifts
 267 in violation of this provision. For the purposes of this subsection, the
 268 exclusion to the term "gift" in [subdivision (12) of subsection (e)]
 269 subparagraph (L) of subdivision (5) of section 1-79, as amended by this
 270 act, for a gift for the celebration of a major life event shall not apply.
 271 Any person prohibited from making a gift under this subsection shall
 272 report to the Office of State Ethics any solicitation of a gift from such
 273 person by a state employee or public official.

274 Sec. 8. Section 1-85 of the general statutes is repealed and the
 275 following is substituted in lieu thereof (*Effective October 1, 2012*):

276 A public official, including an elected state official, or state
 277 employee has an interest which is in substantial conflict with the
 278 proper discharge of his duties or employment in the public interest
 279 and of his responsibilities as prescribed in the laws of this state, if he
 280 has reason to believe or expect that he, his spouse, a dependent child,
 281 his employer other than the state or a business with which he is
 282 associated will derive a direct monetary gain or suffer a direct
 283 monetary loss, as the case may be, by reason of his official activity. A
 284 public official, including an elected state official, or state employee
 285 does not have an interest which is in substantial conflict with the
 286 proper discharge of his duties in the public interest and of his
 287 responsibilities as prescribed by the laws of this state, if any benefit or
 288 detriment accrues to him, his spouse, a dependent child, his employer
 289 other than the state or a business with which he, his spouse or such
 290 dependent child is associated as a member of a profession, occupation
 291 or group to no greater extent than any other member of such
 292 profession, occupation or group. A public official, including an elected

293 state official or state employee who has a substantial conflict may not
294 take official action on the matter, except if the conflict concerns a direct
295 monetary gain or direct monetary loss for the other employer of an
296 elected state official, such official shall either excuse himself or prepare
297 a written statement signed under penalty of false statement describing
298 the matter requiring action and the nature of the potential conflict and
299 explaining why, despite the potential conflict, such official is able to
300 vote and otherwise participate fairly, objectively and in the public
301 interest. Such official shall deliver a copy of such statement to the
302 Office of State Ethics and enter a copy of the statement in the journal or
303 minutes of the agency.

304 Sec. 9. Subsection (a) of section 1-86 of the general statutes is
305 repealed and the following is substituted in lieu thereof (*Effective*
306 *October 1, 2012*):

307 (a) Any public official or state employee, other than an elected state
308 official, who, in the discharge of such official's or employee's official
309 duties, would be required to take an action that would affect a
310 financial interest of such official or employee, such official's or
311 employee's spouse, parent, brother, sister, child or the spouse of a
312 child, employer other than the state or a business with which such
313 official or employee is associated, other than an interest of a de
314 minimis nature, an interest that is not distinct from that of a substantial
315 segment of the general public or an interest in substantial conflict with
316 the performance of official duties as defined in section 1-85 has a
317 potential conflict of interest. Under such circumstances, such official or
318 employee shall, if such official or employee is a member of a state
319 regulatory agency, either excuse himself or herself from the matter or
320 prepare a written statement signed under penalty of false statement
321 describing the matter requiring action and the nature of the potential
322 conflict and explaining why despite the potential conflict, such official
323 or employee is able to vote and otherwise participate fairly, objectively
324 and in the public interest. Such public official or state employee shall
325 deliver a copy of the statement to the Office of State Ethics and enter a

326 copy of the statement in the journal or minutes of the agency. If such
327 official or employee is not a member of a state regulatory agency, such
328 official or employee shall, in the case of either a substantial or potential
329 conflict, prepare a written statement signed under penalty of false
330 statement describing the matter requiring action and the nature of the
331 conflict and deliver a copy of the statement to such official's or
332 employee's immediate superior, if any, who shall assign the matter to
333 another employee, or if such official or employee has no immediate
334 superior, such official or employee shall take such steps as the Office of
335 State Ethics shall prescribe or advise.

336 Sec. 10. Section 1-91 of the general statutes is repealed and the
337 following is substituted in lieu thereof (*Effective October 1, 2012*):

338 When used in this part, unless the context otherwise requires:

339 [(a)] (1) "Administrative action" means any action or nonaction of
340 any executive agency of the state with respect to the proposal, drafting,
341 development, consideration, amendment, adoption or repeal of any
342 rule, regulation or utility rate, and any action or nonaction of any
343 executive agency or quasi-public agency, as defined in section 1-79, as
344 amended by this act, regarding a contract, grant, award, purchasing
345 agreement, loan, bond, certificate, license, permit or any other matter
346 which is within the official jurisdiction or cognizance of such an
347 agency.

348 [(b)] (2) "Candidate for public office" means any person who has
349 filed a declaration of candidacy or a petition to appear on the ballot for
350 election as a public official, or who has raised or expended money in
351 furtherance of such candidacy, or who has been nominated for
352 appointment to serve as a public official; but [shall] does not include a
353 candidate for the office of senator or representative in Congress.

354 [(c)] (3) "Board" means the Citizen's Ethics Advisory Board
355 established under section 1-80, as amended by this act.

356 [(d)] (4) "Compensation" means any value received or to be received
357 by a person acting as a lobbyist, whether in the form of a fee, salary or
358 forbearance.

359 [(e)] (5) "Executive agency" means a commission, board, agency, or
360 other body or official in the executive branch of the state government
361 and any independent body of the state government that is not a part of
362 the legislative or judicial branch.

363 [(f)] (6) "Expenditure" means any advance, conveyance, deposit,
364 distribution, transfer of funds, loan, payment, unless expressly
365 excluded; any payments for telephone, mailing, postage, printing and
366 other clerical or office services and materials; any paid
367 communications, costing fifty dollars or more in any calendar year,
368 disseminated by means of any printing, broadcasting or other
369 medium, provided such communications refer to pending
370 administrative or legislative action; any contract, agreement, promise
371 or other obligation; any solicitation or solicitations, costing fifty dollars
372 or more in the aggregate for any calendar year, of other persons to
373 communicate with a public official or state employee for the purpose
374 of influencing any legislative or administrative act and any pledge,
375 subscription of money or anything of value. "Expenditure" [shall] does
376 not include the payment of a registrant's fee pursuant to section 1-95,
377 any expenditure made by any club, committee, partnership,
378 organization, business, union, association or corporation for the
379 purpose of publishing a newsletter or other release to its members,
380 shareholders or employees, or contributions, membership dues or
381 other fees paid to associations, nonstock corporations or tax-exempt
382 organizations under Section 501(c) of the Internal Revenue Code of
383 1986, or any subsequent corresponding internal revenue code of the
384 United States, as from time to time amended.

385 [(g)] (7) "Gift" means anything of value, which is directly and
386 personally received, unless consideration of equal or greater value is
387 given in return. "Gift" [shall] does not include:

388 [(1)] (A) A political contribution otherwise reported as required by
389 law or a donation or payment described in subdivision (9) or (10) of
390 subsection (b) of section 9-601a;

391 [(2)] (B) Services provided by persons volunteering their time, if
392 provided to aid or promote the success or defeat of any political party,
393 any candidate or candidates for public office or the position of
394 convention delegate or town committee member or any referendum
395 question;

396 [(3)] (C) A commercially reasonable loan made on terms not more
397 favorable than loans made in the ordinary course of business;

398 [(4)] (D) A gift received from [(A)] (i) the individual's spouse, fiance
399 or fiancée, [(B)] (ii) the parent, brother or sister of such spouse or such
400 individual, or [(C)] (iii) the child of such individual or the spouse of
401 such child;

402 [(5)] (E) Goods or services [(A) which] (i) that are provided to a state
403 agency or quasi-public agency [(i)] (I) for use on state or quasi-public
404 agency property, or [(ii)] (II) that support an event, and [(B) which] (ii)
405 that facilitate state or quasi-public agency action or functions. As used
406 in this [subdivision] subparagraph, "state property" means [(i)]
407 property owned by the state or a quasi-public agency, or [(ii)] property
408 leased to a state or quasi-public agency;

409 [(6)] (F) A certificate, plaque or other ceremonial award costing less
410 than one hundred dollars;

411 [(7)] (G) A rebate, discount or promotional item available to the
412 general public;

413 [(8)] (H) Printed or recorded informational material germane to
414 state action or functions;

415 [(9)] (I) Food or beverage or both, costing less than fifty dollars in
416 the aggregate per recipient in a calendar year, and consumed on an

417 occasion or occasions at which the person paying, directly or
418 indirectly, for the food or beverage, or his representative, is in
419 attendance;

420 [(10)] (J) Food or beverage or both, costing less than fifty dollars per
421 person and consumed at a publicly noticed legislative reception to
422 which all members of the General Assembly are invited and which is
423 hosted not more than once in any calendar year by a lobbyist or
424 business organization. For the purposes of such limit, [(A)] (i) a
425 reception hosted by a lobbyist who is an individual shall be deemed to
426 have also been hosted by the business organization which he owns or
427 is employed by, and [(B)] (ii) a reception hosted by a business
428 organization shall be deemed to have also been hosted by all owners
429 and employees of the business organization who are lobbyists. In
430 making the calculation for the purposes of such fifty-dollar limit, the
431 donor shall divide the amount spent on food and beverage by the
432 number of persons whom the donor reasonably expects to attend the
433 reception;

434 [(11)] (K) Food or beverage or both, costing less than fifty dollars per
435 person and consumed at a publicly noticed reception to which all
436 members of the General Assembly from a region of the state are
437 invited and which is hosted not more than once in any calendar year
438 by a lobbyist or business organization. For the purposes of such limit,
439 [(A)] (i) a reception hosted by a lobbyist who is an individual shall be
440 deemed to have also been hosted by the business organization which
441 he owns or is employed by, and [(B)] (ii) a reception hosted by a
442 business organization shall be deemed to have also been hosted by all
443 owners and employees of the business organization who are lobbyists.
444 In making the calculation for the purposes of such fifty-dollar limit, the
445 donor shall divide the amount spent on food and beverage by the
446 number of persons whom the donor reasonably expects to attend the
447 reception. As used in this [subdivision] subparagraph, "region of the
448 state" means the established geographic service area of the
449 organization hosting the reception;

450 [(12)] (L) A gift, including, but not limited to, food or beverage or
451 both, provided by an individual for the celebration of a major life
452 event, provided any such gift provided by an individual who is not a
453 member of the family of the recipient shall not exceed one thousand
454 dollars in value;

455 [(13)] (M) Gifts costing less than one hundred dollars in the
456 aggregate or food or beverage provided at a hospitality suite at a
457 meeting or conference of an interstate legislative association, by a
458 person who is not a registrant or is not doing business with the state of
459 Connecticut;

460 [(14)] (N) Admission to a charitable or civic event, including food
461 and beverage provided at such event, but excluding lodging or travel
462 expenses, at which a public official or state employee participates in
463 his or her official capacity, or at which a candidate for public office
464 participates in his or her capacity as a candidate, provided such
465 admission is provided by the primary sponsoring entity;

466 [(15)] (O) Anything of value provided by an employer of [(A)] (i) a
467 public official, [(B)] (ii) a state employee, [or (C)] (iii) a candidate for
468 public office, or (iv) a spouse of a public official or state employee, to
469 such official, employee, candidate or spouse, provided such benefits
470 are customarily and ordinarily provided to others in similar
471 circumstances;

472 [(16)] (P) Anything having a value of not more than ten dollars,
473 provided the aggregate value of all things provided by a donor to a
474 recipient under this subdivision in any calendar year shall not exceed
475 fifty dollars; or

476 [(17)] (Q) Training that is provided by a vendor for a product
477 purchased by a state or quasi-public agency which is offered to all
478 customers of such vendor.

479 [(h)] (8) "Immediate family" means any spouse, dependent children

480 or dependent relatives who reside in the individual's household.

481 [(i)] (9) "Individual" means a natural person.

482 [(j)] (10) "Legislative action" means introduction, sponsorship,
483 consideration, debate, amendment, passage, defeat, approval, veto,
484 overriding of a veto or any other official action or nonaction with
485 regard to any bill, resolution, amendment, nomination, appointment,
486 report, or any other matter pending or proposed in a committee or in
487 either house of the legislature, or any matter which is within the
488 official jurisdiction or cognizance of the legislature.

489 [(k)] (11) "Lobbying" means communicating directly or soliciting
490 others to communicate with any official or his staff in the legislative or
491 executive branch of government or in a quasi-public agency, for the
492 purpose of influencing any legislative or administrative action except
493 that the term "lobbying" does not include [(1)] (A) communications by
494 or on behalf of a party to, or an intervenor in, a contested case, as
495 described in regulations adopted by the [commission] Office of State
496 Ethics in accordance with the provisions of chapter 54, before an
497 executive agency or a quasi-public agency, as defined in section 1-79,
498 as amended by this act, [(2)] (B) communications by a representative of
499 a vendor or by an employee of the registered client lobbyist which
500 representative or employee acts as a salesperson and does not
501 otherwise engage in lobbying regarding any administrative action,
502 [(3)] (C) communications by an attorney made while engaging in the
503 practice of law and regarding any matter other than legislative action
504 as defined in [subsection (j)] subdivision (10) of this section or the
505 proposal, drafting, development, consideration, amendment, adoption
506 or repeal of any rule or regulation, or [(4)] (D) other communications
507 exempted by regulations adopted by the [commission] Office of State
508 Ethics in accordance with the provisions of chapter 54.

509 [(l)] (12) "Lobbyist" means a person who in lobbying and in
510 furtherance of lobbying makes or agrees to make expenditures, or
511 receives or agrees to receive compensation, reimbursement, or both,

512 and such compensation, reimbursement or expenditures are two
513 thousand dollars or more in any calendar year or the combined
514 amount thereof is two thousand dollars or more in any such calendar
515 year. Lobbyist shall not include:

516 [(1)] (A) A public official, employee of a branch of state government
517 or a subdivision thereof, or elected or appointed official of a
518 municipality or his designee other than an independent contractor,
519 who is acting within the scope of his or her authority or employment;

520 [(2)] (B) A publisher, owner or an employee of the press, radio or
521 television while disseminating news or editorial comment to the
522 general public in the ordinary course of business;

523 [(3)] (C) An individual representing himself or another person
524 before the legislature or a state agency other than for the purpose of
525 influencing legislative or administrative action;

526 [(4)] (D) Any individual or employee who receives no compensation
527 or reimbursement specifically for lobbying and who limits his or her
528 activities solely to formal appearances to give testimony before public
529 sessions of committees of the General Assembly or public hearings of
530 state agencies and who, if he or she testifies, registers his or her
531 appearance in the records of such committees or agencies;

532 [(5)] (E) A member of an advisory board acting within the scope of
533 his or her appointment;

534 [(6)] (F) A senator or representative in Congress acting within the
535 scope of his or her office;

536 [(7)] (G) Any person who receives no compensation or
537 reimbursement specifically for lobbying and who spends no more than
538 five hours in furtherance of lobbying unless such person [(A)] (i)
539 exclusive of salary, receives compensation or makes expenditures, or
540 both, of two thousand dollars or more in any calendar year for
541 lobbying or the combined amount thereof is two thousand dollars or

542 more in any such calendar year, or [(B)] (ii) expends fifty dollars or
543 more for the benefit of a public official in the legislative or executive
544 branch, a member of his staff or immediate family;

545 [(8)] (H) A communicator lobbyist who receives or agrees to receive
546 compensation, reimbursement, or both, the aggregate amount of which
547 is less than two thousand dollars from each client in any calendar year.

548 [(m)] (13) "Member of an advisory board" means any person
549 appointed by a public official as an advisor or consultant or member of
550 a committee, commission or council established to advise, recommend
551 or consult with a public official or branch of government or committee
552 thereof and who receives no public funds other than per diem
553 payments or reimbursement for his or her actual and necessary
554 expenses incurred in the performance of his or her official duties and
555 who has no authority to expend any public funds or to exercise the
556 power of the state.

557 [(n)] (14) "Person" means an individual, a business, corporation,
558 limited liability company, union, association, firm, partnership,
559 committee, club or other organization or group of persons.

560 [(o)] (15) "Political contribution" has the same meaning as in section
561 9-601a except that for purposes of this part, the provisions of
562 subsection (b) of [that] said section shall not apply.

563 [(p)] (16) "Public official" means any state-wide elected state officer,
564 any member or member-elect of the General Assembly, any person
565 appointed to any office of the legislative, judicial or executive branch
566 of state government by the Governor, with or without the advice and
567 consent of the General Assembly, the spouse of the Governor and any
568 person appointed or elected by the General Assembly or any member
569 of either house thereof; but shall not include a member of an advisory
570 board or a senator or representative in Congress.

571 [(q)] (17) "Registrant" means a person who is required to register

572 pursuant to section 1-94, as amended by this act.

573 [(r)] (18) "Reimbursement" means any money or thing of value
574 received or to be received in the form of payment for expenses as a
575 lobbyist, not including compensation.

576 [(s)] (19) "State employee" means any employee in the executive,
577 judicial or legislative branch of state government, whether in the
578 classified or unclassified service and whether full or part-time.

579 [(t)] (20) "Business organization" means a sole proprietorship,
580 corporation, limited liability company, association, firm or partnership,
581 other than a client lobbyist, which is owned by, or employs one or
582 more individual lobbyists.

583 [(u)] (21) "Client lobbyist" means a lobbyist on behalf of whom
584 lobbying takes place and who makes expenditures for lobbying and in
585 furtherance of lobbying.

586 [(v)] (22) "Communicator lobbyist" means a lobbyist who
587 communicates directly or solicits others to communicate with an
588 official or his staff in the legislative or executive branch of government
589 or in a quasi-public agency for the purpose of influencing legislative or
590 administrative action.

591 [(w)] (23) "State agency" means any office, department, board,
592 council, commission, institution, constituent unit of the state system of
593 higher education, vocational-technical school or other agency in the
594 executive, legislative or judicial branch of state government.

595 [(x)] (24) "Quasi-public agency" means quasi-public agency, as
596 defined in section 1-79, as amended by this act.

597 Sec. 11. Subsection (a) of section 1-92 of the general statutes is
598 repealed and the following is substituted in lieu thereof (*Effective*
599 *October 1, 2012*):

600 (a) The Citizen's Ethics Advisory Board shall adopt regulations, in
601 accordance with chapter 54, to carry out the purposes of this part. Such
602 regulations shall not be deemed to govern the conduct of any judge
603 trial referee in the performance of such judge trial referee's duties
604 pursuant to this chapter. Not later than January 1, 1992, the board shall
605 adopt regulations which further clarify the meaning of the terms
606 "directly and personally received" and "major life event", as used in
607 [subsection (e)] subdivision (5) of section 1-79, as amended by this act,
608 and [subsection (g)] subdivision (7) of section 1-91, as amended by this
609 act.

610 Sec. 12. Section 1-94 of the general statutes is repealed and the
611 following is substituted in lieu thereof (*Effective October 1, 2012*):

612 (a) A lobbyist shall register with the Office of State Ethics pursuant
613 to this part if it or he:

614 (1) Receives or agrees to receive compensation or reimbursement for
615 actual expenses, or both, in a combined amount of two thousand
616 dollars or more in a calendar year for lobbying, whether that receipt of
617 compensation or reimbursement or agreement to receive such
618 compensation or reimbursement is solely for lobbying or the lobbying
619 is [incidental to that] within the scope of such person's [regular]
620 employment; or

621 (2) Makes or incurs an obligation to make expenditures of two
622 thousand dollars or more in a calendar year for lobbying.

623 (b) Any person who lobbies within the scope of such person's
624 employment shall maintain a record of his or her time and
625 expenditures in furtherance of lobbying for the purpose of reporting
626 and potential registration with the Office of State Ethics.

627 (c) The Office of State Ethics may adopt regulations, in accordance
628 with the provisions of chapter 54, to establish guidelines for the
629 determination of when lobbying is within the scope of a person's

630 employment, as described in this section and section 1-96, as amended
631 by this act. Such regulations shall, at a minimum, address the
632 distinction between a person who is specifically directed by such
633 person's employer to lobby and a person who is not specifically
634 directed by such person's employer to lobby.

635 Sec. 13. Section 1-96 of the general statutes is repealed and the
636 following is substituted in lieu thereof (*Effective October 1, 2012*):

637 (a) Each client lobbyist registrant shall file with the Office of State
638 Ethics between the first and tenth day of April, July and January a
639 financial report, signed under penalty of false statement. The April and
640 July reports shall cover its lobbying activities during the previous
641 calendar quarter and the January report shall cover its lobbying
642 activities during the previous two calendar quarters. In addition to
643 such reports, each client lobbyist registrant which attempts to
644 influence legislative action shall file, under penalty of false statement,
645 interim monthly reports of its lobbying activities for each month the
646 General Assembly is in regular session, except that no monthly report
647 shall be required for any month in which it neither expends nor agrees
648 to expend one hundred dollars or more in furtherance of lobbying.
649 Such interim monthly reports shall be filed with the Office of State
650 Ethics no later than the tenth day of the month following the last day
651 of the month reported. If the client lobbyist registrant is not an
652 individual, an authorized officer or agent of the client lobbyist
653 registrant shall sign the form. A communicator lobbyist for a
654 municipality or any subdivision of a municipality, a branch of state
655 government or any subdivision of state government or a quasi-public
656 agency shall file the reports described in this subsection utilizing the
657 client lobbyist reporting schedule.

658 (b) Each individual communicator lobbyist registrant and each
659 business organization communicator lobbyist registrant shall file
660 annually with the Office of State Ethics between the first and tenth day
661 of January a report or reports, signed under penalty of false statement,

662 reporting the amounts of compensation and reimbursement received
 663 from each of his clients during the previous year. In addition, each
 664 individual communicator lobbyist registrant and each business
 665 organization communicator lobbyist registrant shall: (1) Report the
 666 fundamental terms of contracts, agreements or promises to pay or
 667 receive compensation or reimbursement or to make expenditures in
 668 furtherance of lobbying, including the categories of work to be
 669 performed and the dollar value or compensation rate of the contract, at
 670 the time of registration; (2) report, in accordance with the schedule set
 671 forth in subsection (a) of this section, any amendments to these
 672 fundamental terms, including any agreements to subcontract lobbying
 673 work; and (3) report, in accordance with the provisions of subsection
 674 (a) of this section, any expenditures for the benefit of a candidate for
 675 public office, a public official in the legislative or executive branch or a
 676 member of the staff or immediate family of such candidate or official
 677 which are unreimbursed and required to be itemized. Such report shall
 678 not include any expenditures for the benefit of a candidate for public
 679 office or a public official in the legislative or executive branch who is
 680 (A) the spouse, fiancée or fiancé of the individual communicator
 681 lobbyist making the expenditure, (B) the parent, brother or sister of
 682 such spouse or such individual communicator lobbyist, or (C) the child
 683 of such individual communicator lobbyist or the spouse of such child.
 684 Such report shall not include the disclosure of food and beverage
 685 provided by a communicator lobbyist registrant to a candidate for
 686 public office or public official in the legislative or executive branch or a
 687 member of [his] the staff or immediate family of such candidate or
 688 official at a major life event, as defined by the Citizen's Ethics Advisory
 689 Board, of the registrant. All such information shall be reported under
 690 penalty of false statement.

691 (c) An individual communicator lobbyist registrant shall file a
 692 separate report for each person from whom he received compensation
 693 or reimbursement. Notwithstanding any provision of this subsection to
 694 the contrary, a business organization to which one or more individual
 695 communicator lobbyist registrants belong may file a single report for

696 each client lobbyist in lieu of any separate reports that individual
697 registrants are required to file pursuant to this subsection.

698 (d) Each registrant who files a notice of termination under
699 subsection (c) of section 1-95 shall file with the Office of State Ethics a
700 financial report, under penalty of false statement, between the first and
701 tenth day of January of the year following termination.

702 (e) Each client lobbyist registrant financial report shall be on a form
703 prescribed by the board and shall state expenditures made and the
704 fundamental terms of contracts, agreements or promises to pay
705 compensation or reimbursement or to make expenditures in
706 furtherance of lobbying. Any such fundamental terms shall be
707 reported once in the monthly, quarterly or post-termination report
708 next following the entering into of such contract. Such financial report
709 shall include an itemized statement of each expenditure of ten dollars
710 or more per person for each occasion made by the reporting registrant
711 or a group of registrants which includes the reporting registrant for the
712 benefit of a candidate for public office or a public official in the
713 legislative or executive branch, a member of [his] the staff or
714 immediate family of such candidate or official, itemized by date,
715 beneficiary, amount and circumstances of the transaction. The
716 requirement of an itemized statement shall not apply to an
717 expenditure made by a reporting registrant or a group of registrants
718 which includes the reporting registrant for (1) the benefit of the
719 members of the General Assembly at an event that is a reception to
720 which all such members are invited or all members of a region of the
721 state, as such term is used in [subdivision (11) of subsection (g)]
722 subdivision (7) of section 1-91, as amended by this act, are invited,
723 unless the expenditure is thirty dollars or more per person, or (2)
724 benefits personally and directly received by a candidate for public
725 office, public official or state employee at a charitable or civic event at
726 which the public official or state employee participates in his or her
727 official capacity, or at which the candidate for public office participates
728 in his or her capacity as a candidate, unless the expenditure is thirty

729 dollars or more per person, per event. If the compensation is required
 730 to be reported for an individual whose lobbying is [incidental to his
 731 regular] within the scope of such person's employment, it shall be
 732 sufficient to report a prorated amount based on the value of the time
 733 devoted to lobbying. On the first financial report following registration
 734 each client lobbyist registrant shall include any expenditures incident
 735 to lobbying activities which were received or expended prior to
 736 registration and not previously reported to the Office of State Ethics.

737 (f) The Citizen's Ethics Advisory Board shall, by regulations
 738 adopted in accordance with chapter 54, establish minimum amounts
 739 for each item required to be reported, below which reporting may be
 740 made in the aggregate. The provisions of this subsection shall not
 741 apply to expenditures made for the benefit of a public official or a
 742 member of such person's staff or immediate family.

743 (g) Each former registrant shall (1) report receipts or expenditures
 744 incident to lobbying activities during his period of registration which
 745 are received or expended following termination of registration, and (2)
 746 report each expenditure of ten dollars or more per person for each
 747 occasion made by him for the benefit of a candidate for public office or
 748 a public official or a member of such official's or candidate's immediate
 749 family or staff which occurs within six months after termination of
 750 registration.

751 (h) The Office of State Ethics shall, [within] not later than thirty days
 752 after receipt of a financial report which contains the name of a
 753 candidate for public office or a public official in the legislative or
 754 executive branch or a member of such candidate's or official's staff or
 755 immediate family, send a written notice to such candidate or public
 756 official, of the filing of the report and the name of the person who filed
 757 it.

758 Sec. 14. Subsection (a) of section 1-97 of the general statutes is
 759 repealed and the following is substituted in lieu thereof (*Effective*
 760 *October 1, 2012*):

761 (a) No registrant or anyone acting on behalf of a registrant shall
762 knowingly give a gift, as defined in [subsection (g)] subdivision (7) of
763 section 1-91, as amended by this act, to any state employee, public
764 official, candidate for public office or a member of any such person's
765 staff or immediate family. Nothing in this section shall be construed to
766 permit any activity prohibited under section 53a-147 or 53a-148.

767 Sec. 15. Section 2-16a of the general statutes is repealed and the
768 following is substituted in lieu thereof (*Effective October 1, 2012*):

769 No state representative or state senator who is elected at the 1994
770 state election or any election thereafter shall engage in the profession
771 of lobbyist, as that term is defined in [subsection (l)] subdivision (12) of
772 section 1-91, as amended by this act, until one year after the expiration
773 of the term for which such state representative or state senator was
774 elected.

775 Sec. 16. Subsection (b) of section 3-13l of the general statutes is
776 repealed and the following is substituted in lieu thereof (*Effective*
777 *October 1, 2012*):

778 (b) For purposes of this section:

779 (1) "Finder's fee" means compensation in the form of cash, cash
780 equivalents or other things of value paid to or received by a third party
781 in connection with an investment transaction to which the state, any
782 political subdivision of the state or any quasi-public agency, as defined
783 in section 1-120, is a party for any services, and includes, but is not
784 limited to, any fee paid for lobbying, as defined in [subsection (k)]
785 subdivision (11) of section 1-91, as amended by this act, and as defined
786 by the Citizen's Ethics Advisory Board, in consultation with the
787 Treasurer, in the regulations adopted under subparagraph (C)(ii) of
788 subdivision (3) of this subsection or as prescribed by the Treasurer
789 until such regulations are adopted.

790 (2) "Finder's fee" does not mean (A)(i) compensation earned for the

791 rendering of investment services, as defined in subsection (f) of section
792 9-612, or for acting as a licensed real estate broker or real estate sales
793 person under the provisions of section 20-312, or under a comparable
794 statute of the jurisdiction in which the subject property is located, or
795 (ii) marketing fees or due diligence fees earned by the payee in
796 connection with the offer, sale or purchase of any security or
797 investment interest, in accordance with criteria prescribed under
798 subparagraph (C)(ii) of subdivision (3) of this subsection, (B)
799 compensation paid to (i) persons who are investment professionals
800 engaged in the ongoing business of representing investment services
801 providers, or (ii) third parties for services connected to the issuance of
802 debt by the state, any political subdivision of the state or any quasi-
803 public agency, as defined in section 1-120, and (C) any compensation
804 which is so defined by the regulations adopted under subparagraph
805 (C)(ii) of subdivision (3) of this subsection, or any compensation which
806 meets criteria prescribed by the Treasurer until such regulations are
807 adopted. As used in this section, "offer" and "sale" have the meaning
808 provided in section 36b-3.

809 (3) "Investment professional" means an individual or firm whose
810 primary business is bringing together institutional funds and
811 investment opportunities and who (A) is a broker-dealer or investment
812 adviser agent licensed or registered (i) under the Connecticut Uniform
813 Securities Act; (ii) in the case of an investment adviser agent, with the
814 Securities and Exchange Commission, in accordance with the
815 Investment Advisors' Act of 1940; or (iii) in the case of a broker-dealer,
816 with the National Association of Securities Dealers in accordance with
817 the Securities Exchange Act of 1934, or (B) is licensed under section 20-
818 312, or under a comparable statute of the jurisdiction in which the
819 subject property is located, or (C) (i) furnishes an investment manager
820 with marketing services including, but not limited to, developing an
821 overall marketing strategy focusing on more than one institutional
822 fund, designing or publishing marketing brochures or other
823 presentation material such as logos and brands for investment
824 products, responding to requests for proposals, completing due

diligence questionnaires, identifying a range of potential investors, or such other services as may be identified in regulations adopted under clause (ii) of this subparagraph; and (ii) meets criteria prescribed (I) by the Treasurer until regulations are adopted under this subparagraph, or (II) by the Citizen's Ethics Advisory Board, in consultation with the Treasurer, in regulations adopted in accordance with the provisions of chapter 54. Prior to adopting such regulations, the Citizen's Ethics Advisory Board shall transmit the proposed regulations to the Treasurer not later than one hundred twenty days before any period for public comment on such regulations commences and shall consider any comments or recommendations the Treasurer may have regarding such regulations. In developing such regulations, the Citizen's Ethics Advisory Board shall ensure that the state will not be competitively disadvantaged by such regulations relative to any legitimate financial market.

Sec. 17. Section 4-250 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 2, 2012*):

As used in sections 4-250 to 4-252:

(1) "Gift" has the same meaning as provided in section 1-79, as amended by this act, except [that] the exclusion in [subdivision (12) of subsection (e)] subparagraph (L) of subdivision (5) of [said] section 1-79, as amended by this act, for a gift for the celebration of a major life event shall not apply;

(2) "Quasi-public agency", "public official" and "state employee" have the same meanings as provided in section 1-79, as amended by this act;

(3) "State agency" means any office, department, board, council, commission, institution or other agency in the executive, legislative or judicial branch of state government;

(4) "Large state contract" means an agreement or a combination or

855 series of agreements between a state agency or a quasi-public agency
856 and a person, firm or corporation, having a total value of more than
857 five hundred thousand dollars in a calendar or fiscal year, for (A) a
858 project for the construction, alteration or repair of any public building
859 or public work, (B) services, including, but not limited to, consulting
860 and professional services, (C) the procurement of supplies, materials or
861 equipment, (D) a lease, or (E) a licensing arrangement. The term "large
862 state contract" shall not include a contract between a state agency or a
863 quasi-public agency and a political subdivision of the state;

864 (5) "Principals and key personnel" means officers, directors,
865 shareholders, members, partners and managerial employees; and

866 (6) "Participated substantially" means participation that is direct,
867 extensive and substantive, and not peripheral, clerical or ministerial.

868 Sec. 18. Subsection (d) of section 15-120bb of the 2012 supplement to
869 the general statutes is repealed and the following is substituted in lieu
870 thereof (*Effective October 1, 2012*):

871 (d) The board of directors of the authority shall appoint an executive
872 director who shall not be a member of the board and who shall serve at
873 the pleasure of the board and receive such compensation as shall be
874 fixed by the board. The executive director shall be the chief
875 administrative officer of the authority and shall direct and supervise
876 administrative affairs and technical activities in accordance with the
877 directives of the board. The executive director shall approve all
878 accounts for salaries, allowable expenses of the authority or of any
879 employee or consultant thereof, and expenses incidental to the
880 operation of the authority. The executive director shall perform such
881 other duties as may be directed by the board in carrying out the
882 purposes of [subsection (l)] subdivision (12) of section 1-79, as
883 amended by this act, sections 1-120, 1-124 and 1-125, subsection (f) of
884 section 4b-3, sections 13b-4 and 13b-42, subsection (a) of section 13b-44
885 and sections 15-101aa and 15-120aa to 15-120oo, inclusive. The
886 executive director shall be exempt from the classified service. The

887 executive director shall attend all meetings of the board, keep a record
888 of the proceedings of the authority and shall maintain and be
889 custodian of all books, documents and papers filed with the authority
890 and of the minute book or journal of the authority and of its official
891 seal. The executive director may cause copies to be made of all minutes
892 and other records and documents of the authority and may give
893 certificates under the official seal of the authority to the effect that such
894 copies are true copies, and all persons dealing with the authority may
895 rely upon such certificates.

896 Sec. 19. Subsection (f) of section 15-120*ll* of the 2012 supplement to
897 the general statutes is repealed and the following is substituted in lieu
898 thereof (*Effective October 1, 2012*):

899 (f) The Comptroller may establish such funds and accounts for the
900 authority as may be requested by the authority or as may be necessary
901 or appropriate to effect the terms of any memorandum of
902 understanding or as may be convenient to effect the purposes of
903 [subsection (l)] subdivision (12) of section 1-79, as amended by this act,
904 sections 1-120, 1-124 and 1-125, subsection (f) of section 4b-3, sections
905 13b-4 and 13b-42, subsection (a) of section 13b-44 and sections 15-101aa
906 and 15-120aa to 15-120oo, inclusive, including, without limitation, a
907 fund to support the general aviation airports and a fund for the
908 authority's general operations. All revenue from the licensing of state
909 airports and use of services of the authority shall be paid into the fund
910 established for the authority's general operations, to be used by the
911 authority according to the authority's budget for its authorized
912 purposes.

913 Sec. 20. Subsection (c) of section 38a-1081 of the 2012 supplement to
914 the general statutes is repealed and the following is substituted in lieu
915 thereof (*Effective October 1, 2012*):

916 (c) (1) All initial appointments shall be made not later than July 1,
917 2011. Following the expiration of such initial terms, subsequent board
918 members terms shall be for four years. Any vacancy shall be filled by

919 the appointing authority for the balance of the unexpired term. If an
920 appointing authority fails to make an initial appointment, or an
921 appointment to fill a vacancy within ninety days of the date of such
922 vacancy, the appointed board members may make such appointment
923 by a majority vote. Any board member previously appointed to the
924 board or appointed to fill a vacancy may be reappointed in accordance
925 with this section. Any board member may be removed for misfeasance,
926 malfeasance or wilful neglect of duty at the sole direction of the
927 appointing authority.

928 (2) As a condition of qualifying as a member of the board of
929 directors, each appointee shall, before entering upon such member's
930 duties, take and subscribe the oath or affirmation required under
931 section 1 of article eleventh of the Constitution of the state. A record of
932 each such oath shall be filed in the office of the Secretary of the State.

933 (3) Appointed board members may not designate a representative to
934 perform in their absence their respective duties under sections 38a-
935 1080 to 38a-1090, inclusive. The Governor shall select a chairperson
936 from among the board members and the board members shall
937 annually elect a vice-chairperson. The chairperson shall schedule the
938 first meeting of the board, which shall be held not later than August 1,
939 2011. Meetings of the board of directors shall be held at such times as
940 shall be specified in the bylaws adopted by the board and at such other
941 time or times as the chairperson deems necessary. Any board member
942 who fails to attend more than fifty per cent of all meetings held during
943 any calendar year shall be deemed to have resigned from the board.

944 (4) Six board members shall constitute a quorum for the transaction
945 of any business or the exercise of any power of the exchange. For the
946 transaction of any business or the exercise of any power of the
947 exchange, the exchange may act by a majority of the board members
948 present at any meeting at which a quorum is in attendance. No
949 vacancy in the membership of the board of directors shall impair the
950 right of such board members to exercise all the rights and perform all

951 the duties of the board. Any action taken by the board under the
952 provisions of sections 38a-1080 to 38a-1090, inclusive, may be
953 authorized by resolution approved by a majority of the board
954 members present at any regular or special meeting, which resolution
955 shall take effect immediately unless otherwise provided in the
956 resolution.

957 (5) Board members shall receive no compensation for their services
958 but shall receive actual and necessary expenses incurred in the
959 performance of their official duties.

960 (6) Subject to the provisions of subdivision (2) of subsection (b) of
961 this section, board members may engage in private employment or in a
962 profession or business, subject to any applicable laws, rules and
963 regulations of the state or federal government regarding official ethics
964 or conflicts of interest.

965 (7) [Notwithstanding any provision of the general statutes,] Board
966 members shall be subject to part I of chapter 10, except it shall not
967 constitute a conflict of interest for a trustee, director, partner or officer
968 of any person, firm or corporation, or any individual having a financial
969 interest in a person, firm or corporation, to serve as a board member of
970 the exchange, provided such trustee, director, partner, officer or
971 individual shall abstain from deliberation, action or vote by the
972 exchange in specific request to such person, firm or corporation.

973 (8) Each board member shall execute a surety bond in the penal sum
974 of fifty thousand dollars, or, in lieu thereof, the chairperson of the
975 board shall execute a blanket position bond covering each board
976 member, the chief executive officer and the employees of the exchange,
977 each surety bond to be conditioned upon the faithful performance of
978 the duties of the office or offices covered, to be executed by a surety
979 company authorized to transact business in this state as surety and to
980 be approved by the Attorney General and filed in the office of the
981 Secretary of the State. The cost of each such bond shall be paid by the
982 exchange.

983 (9) No board member of the exchange shall, for one year after the
 984 end of such member's service on the board, accept employment with
 985 any health carrier that offers a qualified health benefit plan through
 986 the exchange.

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2012	1-79
Sec. 2	October 1, 2012	1-84c
Sec. 3	October 1, 2012	1-80(b)
Sec. 4	October 1, 2012	1-80(k)
Sec. 5	October 1, 2012	1-80
Sec. 6	October 1, 2012	1-84(j)
Sec. 7	October 1, 2012	1-84(m)
Sec. 8	October 1, 2012	1-85
Sec. 9	October 1, 2012	1-86(a)
Sec. 10	October 1, 2012	1-91
Sec. 11	October 1, 2012	1-92(a)
Sec. 12	October 1, 2012	1-94
Sec. 13	October 1, 2012	1-96
Sec. 14	October 1, 2012	1-97(a)
Sec. 15	October 1, 2012	2-16a
Sec. 16	October 1, 2012	3-13l(b)
Sec. 17	October 2, 2012	4-250
Sec. 18	October 1, 2012	15-120bb(d)
Sec. 19	October 1, 2012	15-120ll(f)
Sec. 20	October 1, 2012	38a-1081(c)

Statement of Purpose:

To redefine lobbyist registration and reporting requirements by those who lobby within the scope of employment, to require prospective members of the Citizen's Ethics Advisory Board to certify that they are aware of the special restrictions of the code of ethics that would apply to them, to prohibit public officials from taking certain actions that would benefit their outside employers, to subject board members of the State Health Insurance Exchange to the Code of Ethics, to redefine "gift" for purposes of the codes of ethics and to make other revisions to the codes of ethics.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]